

# Individual and Corporate Income Tax Credits by Category

Source: Utah Code and Utah State Tax Commission

**About the document:** Below is a list of the corporate and individual income tax credits. Credits are grouped into one of five categories: (1) business incentives, (2) charity, (3) behavior incentives, (4) ease of administration, and (5) the taxpayer credit. Business incentives are further categorized into business development and establishment, infrastructure / investment, energy development and production, and motion picture incentives. Note that credits within Title 59, Chapter 7 are credits claimed on a corporate income tax return and credits within Title 59, Chapter 10 are credits claimed on an individual income tax return.

Reference #	Credit Code Section and Description (Effective date if recently enacted; notes) (Note: Click to view the code section.)	Brief Description of Credit Calculation [tax return cap] (notes)	Credit Notes:	Number of Credits Claimed (first row)			
			Refundable?;	Total Credit Amount on Return (second row)			
			Carry back; Carry forward; Impacted fund; Credit cap	(Note: For nonrefundable credits, total amount claimed includes amounts a taxpayer may not have been able to claim in the initial tax year. Unless a carry back or carry forward applies, unclaimed amounts are forfeited.)			
				2012	2013	2014	2015
Business Incentives (broken into four subcategories)							
Business Incentives - Business Development and Establishment							
1	59-7-612 Qualifying research expenses	% of qualified research expenses	No; CB0; CF14; EF; None	148	172	195	--
				\$37,539,064	\$33,508,738	\$39,843,451	--
2	59-10-1012 Qualifying research expenses	% of qualified research expenses	No; CB0; CF14; EF; None	1,054	1,096	1,289	1,487
				\$10,218,465	\$10,563,403	\$13,336,393	\$18,563,650
3	59-7-614.2 Economic development by a business entity, community reinvestment agency, or local government entity	Determined by GOED based on new state revenue / other factors	Yes; CB0; CF0; EF; None	29	35	30	--
				\$8,842,126	\$9,420,238	\$10,682,331	--
4	59-10-1107 Economic development by a business entity, community reinvestment agency, or local government entity	Determined by GOED based on new state revenue / other factors	Yes; CB0; CF0; EF; None	61	79	113	56
				\$107,065	\$170,384	\$994,323	\$105,756
5	59-7-614.10 Business investment in an enterprise zone	Determined by GOED based on jobs created / investment	No; CB0; CF3; EF; None	30	35	34	--
				\$622,410	\$735,856	\$622,466	--
6	59-10-1037 Business investment in an enterprise zone	Determined by GOED based on jobs created / investment	No; CB0; CF3; EF; None	992	1,026	1,280	1,316
				\$12,264,796	\$12,546,818	\$13,711,781	\$15,660,728
7	59-9-107 Investment in small business jobs (Effective 2016; credit for admitted insurers against tax on premiums received)	Determined by GOED based on investment	No; CB0; CF7; EF; None?	--	--	--	--
				--	--	--	--
8	59-10-1022 Capital gains used to purchase qualifying stock in a Utah small business	5% of a qualifying capital gain transaction	No; CB0; CF0; EF; None	128	81	106	116
				\$569,091	\$145,416	\$686,724	\$256,185
9	59-10-1025 Investment in life science establishment developing or manufacturing medical products	35% of investment taken over three years [\$350k per year]	No; CB0; CF0; EF; \$1.6 million total	*	15	12	0
				\$3,000	\$37,000	\$59,205	\$0

<b>Symbol</b>	* fewer than 10	† annual cap combined for parallel corporate and individual credits
<b>Legend</b>	-- no data	

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				2012	2013	2014	2015
10	63N-2-305 Targeted business tax credit for community investment project	Determined by GOED and the local zone administrator	Yes; CB0; CF0; EF; \$300,000 per year†	*	*	*	--
				\$250,000	\$450,000	\$900,000	--
11	63N-2-305 Targeted business tax credit for community investment project	Determined by GOED and the local zone administrator	Yes; CB0; CF0; EF; \$300,000 per year†	25	12	46	19
				\$33,607	\$18,632	\$15,077	\$166,518
<b>Business Incentives - Infrastructure / Investment</b>							
12	59-7-601 Interest income from state and federal securities	1% of gross interest income	No; CB3; CF5; EF; None	52	25	48	--
				\$915,984	\$1,585,313	\$558,098	--
13	59-7-607 Low-income housing	Determined by UHC based on federal low-income housing credit	No; CB3; CF5; EF; None	*	*	*	--
				\$1,000,000	\$1,750,000	\$2,000,000	--
14	59-10-1010 Low-income housing	Determined by UHC based on federal low-income housing credit	No; CB3; CF5; EF; None	71	49	49	51
				\$227,324	\$186,250	\$116,633	\$161,720
15	59-7-609 Restoration/preservation costs in connection with a certified historic building	20% of costs	No?; CB0; CF5; EF; None	0	0	0	--
				\$0	\$0	\$0	--
16	59-10-1006 Restoration/preservation costs in connection with a certified historic building	20% of costs	No; CB0; CF5; EF; None	177	181	177	204
				\$1,756,015	\$1,918,423	\$2,386,971	\$3,328,609
17	59-7-610 Machinery and equipment expenses and/or regular business expenses for recycling in a recycling market development zone	5% of mach/equip costs; 20% of other expenses up to \$2,000 [40% of tax liability]	No; CB0; CF3; EF; None	*	*	*	--
				\$900,000	\$700,000	\$800,000	--
18	59-10-1007 Machinery and equipment expenses and/or regular business expenses for recycling in a recycling market development zone	5% of mach/equip costs; 20% of other expenses up to \$2,000 [40% of tax liability]	No; CB0; CF3; EF; None	124	99	128	108
				\$375,066	\$446,860	\$217,774	\$216,450
19	59-7-619 Development of high cost infrastructure (Effective 2016)	Determined by GOED based on development costs / other factors	No; CB0; CF7; EF; None	--	--	--	--
				--	--	--	--
20	59-10-1034 Development of high cost infrastructure (Effective 2016)	Determined by GOED based on development costs / other factors	No; CB0; CF7; EF; None	--	--	--	--
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				2012	2013	2014	2015
				Business Incentives - Energy Development and Production			
21	59-7-614 Purchase or financing of <u>residential</u> renewable energy system	25% of cost [\$2,000 per unit]	No; CB0; CF4; EF; None	0 \$0	0 \$0	0 \$0	-- --
22	59-10-1014 Purchase or financing of <u>residential</u> renewable energy system	25% of cost [\$2,000 per unit] (solar panel credit phased out by 2022)	No; CB0; CF4; EF; None	423 \$778,113	528 \$997,313	829 \$1,648,615	1,758 \$3,625,051
23	59-7-614 Purchase or financing of <u>commercial</u> renewable energy system	10% of cost [\$50,000 per unit]; 35¢ per kwh used/sold [48 months]	No; CB0; CF0; EF; None	0 \$0	0 \$0	0 \$0	-- --
24	59-10-1106 Financing of <u>commercial</u> renewable energy system	10% of cost [\$50,000 per unit]; 35¢ per kwh used/sold [48 months]	Yes; CB0; CF0; EF; None	54 \$191,315	65 \$418,502	85 \$513,639	273 \$1,158,623
25	59-7-614.7 State revenue generated by an alternative energy project	Determined by GOED based on new state revenue / other factors	No; CB0; CF7; EF; None	0 \$0	0 \$0	0 \$0	-- --
26	59-10-1029 State revenue generated by an alternative energy project	Determined by GOED based on new state revenue / other factors	No; CB0; CF7; EF; None	0 \$0	0 \$0	0 \$0	* \$1,000
27	59-7-614.8 State revenue generated by an alternative energy manufacturing project	Determined by GOED based on new state revenue / other factors	No; CB0; CF7; EF; None	0 \$0	0 \$0	0 \$0	-- --
28	59-10-1030 State revenue generated by an alternative energy manufacturing project	Determined by GOED based on new state revenue / other factors	No; CB0; CF7; EF; None	0 \$0	* \$1,000	11 \$16,041	* \$2,000
29	59-10-1024 Purchase of solar energy units	25% of purchase [\$2,000]	No; CB0; CF4; EF; None	306 \$454,550	450 \$710,106	820 \$1,486,789	1,978 \$3,706,573

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Business Incentives - Motion Picture Incentives							
30	59-7-614.5 Production costs of state-approved motion picture production	Determined by GOED based on \$ left in state / new state revenue	Yes; CB0; CF0; EF; \$6,793,700 per year	*	*	*	--
31	59-10-1108 Production costs of state-approved motion picture production	Determined by GOED based on \$ left in state / new state revenue	Yes; CB0; CF0; EF; \$6,793,700 per year	\$2,250,000	\$5,382,395	\$4,973,056	--
				*	11	16	52
				\$800,000	\$1,446,602	\$997,156	\$884,507
Charitable (Aid for vulnerable population, offset cost of hardship or tragedy, etc.)							
32	59-7-620 Contribution to state Achieving A Better Life Experience Program account (Effective 2016)	5% of contribution	No; CB0; CF0; EF; None	--	--	--	--
33	59-10-1035 Contribution to state Achieving a Better Life Experience Program account (Effective 2016)	5% of contribution	No; CB0; CF0; EF; None	--	--	--	--
34	59-7-617 Employment of person who is homeless (Effective 2015)	Determined by DWS [\$2,000]	No; CB0; CF5; EF; \$100,000 per year	--	--	--	--
35	59-10-1032 Employment of person who is homeless (Effective 2015)	Determined by DWS [\$2,000]	No; CB0; CF5; EF; \$100,000 per year	--	--	--	26
				--	--	--	\$11,059
36	59-10-1004 Contributions to a nonprofit rehabilitation facility for persons with a disability	50% of contribution [\$200]	No; CB0; CF0; EF; None	119	131	115	148
				\$16,221	\$18,520	\$16,175	\$20,590
37	59-10-1015 Live organ donation expenses	Total amount of expenses [\$10k]	No; CB0; CF5; EF; None	41	53	50	58
				\$135,486	\$139,493	\$103,689	\$153,122
38	59-10-1019 Retirement income tax credit for an individual born before 1953	\$450 per retiree 65+; lesser of \$288 or 6% of retirement income per retiree <65 (phaseout)	No; CB0; CF0; EF; None	88,333	88,761	89,143	91,214
				\$44,894,366	\$45,168,113	\$45,260,698	\$46,522,519
39	59-10-1027 Tax liability of an individual who dies in military service in a combat zone	Amount of decedent's tax liability	No; CB0; CF0; EF; None	*	*	*	*
				--	--	--	--
40	59-10-1031 Employment of recently deployed veteran	\$200 or \$400 per month of employment	No; CB0; CF5; EF; None	33	57	72	93
				\$29,754	\$101,242	\$95,292	\$119,409
41	59-10-1036 Military survivor benefits for surviving spouse or dependent child (Effective 2017)	5% of survivor benefits	No; CB0; CF0; EF; None	--	--	--	--
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42	59-10-1104 Adoption of child who has a special need	\$1,000 per return	Yes; CB0; CF0; EF; None	181 \$233,945	184 \$176,847	191 \$188,279	212 \$205,548
43	59-10-1111 Psychiatrists/mental health practitioner tax credit (Effective 2017)	\$10,000 per year for up to 10 years	Yes; CB0; CF0; EF; None	-- --	-- --	-- --	-- --
Incentive for Specific Behavior (at-home parent, clean vehicle, health benefit plan, education)							
44	59-7-618 Purchase of natural gas heavy duty vehicle (Effective 2015)	\$15,000 to \$25,000 per vehicle (2015-2020 purchases only)	No?; CB0; CF5; GF; \$500,000 per year†	-- --	-- --	-- --	-- --
45	59-10-1033 Purchase of natural gas heavy duty vehicle	\$15,000 to \$25,000 per vehicle (2015-2020 purchases only)	No; CB0; CF5; GF; \$500,000 per year†	0 \$0	0 \$0	0 \$0	* \$350,000
46	59-10-1005 Full-time at-home parent	\$100 per qualifying child	No; CB0; CF0; GF; None	4,567 \$463,300	4,686 \$476,800	4,720 \$480,457	4,627 \$470,800
47	59-10-1017 Contributions to a Utah Educational Savings Plan	5% of contribution [\$1,900 or \$3,800]	No; CB0; CF0; EF; None	12,351 \$2,416,091	13,947 \$2,529,193	15,267 \$2,886,182	16,498 \$3,009,374
48	59-10-1023 Cost of health benefit plan	5% of specified health benefit plan costs	No; CB0; CF0; EF; None	4,289 \$1,296,503	4,610 \$1,282,667	6,084 \$1,558,238	7,829 \$1,930,139
Ease of Administration (sales tax refund, gas tax refund, would be deduction)							
49	59-7-614.1 Purchase of hand tool costing over \$250 to be used in farming operations	Amount of sales tax paid on tool	Yes; CB0; CF0; GF; None	* \$1,000	* \$1,000	* \$1,000	-- --
50	59-10-1105 Purchase of hand tool costing over \$250 to be used in farming operations	Amount of sales tax paid on tool	Yes; CB0; CF0; GF; None	63 \$11,699	34 \$3,768	47 \$6,095	38 \$4,757
51	59-10-1028 Capital gains on exchange of legal tender	5% of taxable capital gain	No; CB0; CF0; EF; None	127 \$123,428	105 \$141,005	85 \$70,588	91 \$115,278
52	59-13-202 Gas tax on gas used for nonhighway agricultural uses (corporate and individual)	Amount of tax paid on gas	Yes; CB0; CF0; TF; None	709 \$168,970	655 \$155,021	646 \$146,317	623 \$141,413
Taxpayer Credit							
53	59-10-1018 Taxpayer credit based on federal deductions and state personal exemptions	6% X (deductions + exemptions) - phaseout	No; CB0; CF0; EF; None	1,085,084 \$1,098,816,248	1,103,973 \$986,880,466	1,114,774 \$1,017,095,112	1,171,104 \$1,068,907,103

Symbol	* fewer than 10	† annual cap combined for	parallel corporate and
Legend	-- no data	corporate and individual	individual credits